

# Memorandum

To: CHAIR AND COMMISSIONERS

CTC Meeting: May 25-26, 2005

Reference No.: 2.1c.(4)

Action Item

From: CINDY McKIM  
Chief Financial Officer

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Transportation Programming

Ref: **TRAFFIC CONGESTION RELIEF (TCR) PROGRAM LETTER OF NO PREJUDICE APPROVALS RESOLUTION TL-05-02**

## **ISSUE:**

Attached is a Resolution for six AB 1335 Letter of No Prejudice (Letter) requests totaling \$321,744,000.

## **RECOMMENDATION:**

The California Department of Transportation (Department) recommends approval.

## **BACKGROUND:**

Government Code Section 14556.33 allows an applicant agency, that is either a regional or local entity, to seek approval of an AB 1335 Letter of No Prejudice (Letter). If approved by the California Transportation Commission (Commission), the Letter allows the applicant agency to expend its own funds for any component of the transportation project, and seek allocation and reimbursement from the Traffic Congestion Relief Fund in future years. On August 14, 2003, the Commission approved Resolution G-03-12 adopting the Guidelines for Letter of No Prejudice, Traffic Congestion Relief Program.

As of March, 2005, the Commission has approved a total of \$290,158,000 for 11 Letter requests. The following table summarizes this information as well as those Letters requests anticipating approval. The amounts are shown in the fiscal year of completion for phases of work with an approved or requested Letter:

	<b>FY 2005-06</b>	<b>FY 2006-07</b>	<b>FY 2007-08</b>	<b>FY 2008-09</b>	<b>FY 2009-10</b>	<b>FY 2010-11</b>
Previously Approved Amounts	\$119,158,000		\$171,000,000			
Current Proposed Amounts		\$126,426,000	\$ 5,704,000		\$ 22,700,000	\$166,914,000
<b>Totals to Date</b>	<b>\$119,158,000</b>	<b>\$126,426,000</b>	<b>\$176,704,000</b>		<b>\$ 22,700,000</b>	<b>\$166,914,000</b>

Attachment

**CALIFORNIA TRANSPORTATION COMMISSION**  
**Approval of Traffic Congestion Relief Program**  
**Letters of No Prejudice**

**RESOLUTION TL-05-02**

- 1.1 WHEREAS the Traffic Congestion Relief Act of 2000 (herein after referred to as “statute”), which was established by Chapters 91 (AB 2928) and 656 (SB 1662) of the Statutes of 2000, establishes the Traffic Congestion Relief Program, providing \$5.39 billion for projects throughout the State of California to reduce traffic congestion, provide for safe and efficient movement of goods, and provide system connectivity; and
- 1.2 WHEREAS in accordance with Government Code Section 14556.11 the California Transportation Commission (Commission) has adopted guidelines, in consultation with the Department of Transportation (Department) and regional agencies, to implement the Traffic Congestion Relief (TCR) Program; and
- 1.3 WHEREAS Government Code Section 14556.33, established by Chapter 908 (AB1335) of the Statutes of 2001 allows the California Transportation Commission (Commission) to establish guidelines regarding AB 1335 Letter of No Prejudice (Letter) approval for lead applicant agencies allowing the regional or local entity to expend its own funds for any component of said agency’s TCR project; and
- 1.4 WHEREAS on August 14, 2003, the Commission adopted the Guidelines for Letter of No Prejudice, Traffic Congestion Relief Program (Guidelines), allowing applicant agencies to seek alternate sources of funding under Resolution G-03-12; and
- 1.5 WHEREAS within the Letter request, the applicant agencies identify the alternate local funds that will be substituted for TCRP funds and provide a demonstration that the stated alternate funds are available; and
- 1.6 WHEREAS those Letter requests for construction or procurement phase of a project that expands or extends transit service (rail, bus, or ferry), are accompanied by demonstration by applicant agency of financial capability to operate the expanded service once the project has been completed; and
- 1.7 WHEREAS those Letter requests for capital phases (right of way and/or construction) are accompanied by documentation of Commission review of the Final Environmental Document, as appropriate, and approval for consideration of future funding; and
- 1.8 WHEREAS the Commission, with assistance from the Department, has reviewed and finds the following submitted TCR project Letters request to comply with the statute and guidelines.
- 2.1 NOW THEREFORE BE IT RESOLVED the Commission does hereby approve the following six Traffic Congestion Relief Program Letter requests totaling \$321,744,000 as submitted, with subsequent clarifications and revisions:
  - Project #36 – \$166,914,000 for Phase 4, for Los Angeles Eastside Transit Extension; build new light rail line in East Los Angeles, from Union Station to Atlantic via 1st Street to Lorena in Los Angeles County.  
Applicant Agency: Los Angeles County Metropolitan Transportation Authority (LACMTA)  
Alternate Funds – Prop A and C; Lease & General Revenue; CMAQ; and  
5309 Fixed Guideway

- Project #37.2 – \$16,700,000 for Phase 2, for Los Angeles Mid-City Transit Improvements; build Bus Rapid Transit system or Light Rail Transit in Mid City/ Westside/Exposition Corridors in Los Angeles County.  
Applicant Agency: LACMTA  
Alternate Funds – Prop C
- Project #44 – \$2,726,000 for Phase 4, for Route 47 (Terminal Island Freeway); construct interchange at Ocean Boulevard Overpass in the City of Long Beach in Los Angeles County.  
Applicant Agency: Port of Long Beach  
Alternate Funds – Port Funds
- Project #58 – \$5,704,000 for Phase 4, for Route 10; widen freeway to eight-lanes through Redlands, Route 30 to Ford Street in San Bernardino County.  
Applicant Agency: San Bernardino Associated Governments  
Alternate Funds – Measure I
- Project #70.2 – \$123,700,000 for Phases 2 and 4, for Route 22; add HOV lanes on Garden Grove Freeway, Route I-405 to Route 55 in Orange County  
Applicant Agency: Orange County Transportation Authority  
Alternate Funds – Measure M
- Project #159 – \$6,000,000 for Phase 4, Route 101; redesign and construction of Steele Lane Interchange  
Applicant Agency: Sonoma County Transportation Authority  
Alternate Funds – Measure M;

and

- 2.2 BE IT FURTHER RESOLVED that all conditions stipulated at time of application and/or application amendment approval are still in effect; and
- 2.3 BE IT FURTHER RESOLVED that agencies proceed at their own risk and that reimbursement is dependent on availability of TCR funding; and
- 2.4 BE IT FURTHER RESOLVED that within six months following this date, the agency shall report to the Department on progress in executing agreements and third-party contracts needed to execute the work on the phase(s) covered by the approved Letter; and
- 2.5 BE IT FURTHER RESOLVED that all applicant agencies shall provide the Commission and the Department with a progress report on April 1<sup>st</sup> and October 1<sup>st</sup> of each year on actual expenditures and status of work, until the projects have been completed; and
- 2.6 BE IT FURTHER RESOLVED that upon completion of the phase(s) of a Letter approved by the Commission, the lead applicant agency may request to have its Letter liquidated with an allocation by the Commission, or at the Commission's direction by the Department, and

- 2.7 BE IT FURTHER RESOLVED that reimbursement of eligible costs is subject to the policies, restrictions and assurances as set forth in the Commission's policy for allocating, monitoring, and auditing TCR projects, and is governed by the terms and conditions of the Fund Transfer Agreement, Program Supplement or Cooperative Agreement, and subsequent amendments to the same if required, as executed between the Implementing Agency and the Department; and
- 2.8 BE IT FURTHER RESOLVED that it is the responsibility of the lead applicant agency to disperse funds to all contributors of the alternate local funds.